## LEGISLATURE OF NEBRASKA

### NINETY-EIGHTH LEGISLATURE

## SECOND SESSION

# LEGISLATIVE BILL 993

Read first time January 12, 2004

Committee: Appropriations

### A BILL

1	FOR	AN	ACT relating to state government; to amend section
2			81-1108.22, Reissue Revised Statutes of Nebraska, and
3			section 81-1108.15, Revised Statutes Supplement, 2002; to
4			require an annual report by the state building division;
5			to change provisions for rental of office space; to
6			harmonize provisions; and to repeal the original
7			sections.

8 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 81-1108.15, Revised Statutes

- 2 Supplement, 2002, is amended to read:
- 3 81-1108.15. (1) The division shall have the primary
- 4 functions and responsibilities of statewide facilities planning,
- 5 facilities construction, and facilities administration and shall
- 6 adopt and promulgate rules and regulations to carry out this
- 7 section.
- 8 (2) Facilities planning shall include the following
- 9 responsibilities and duties:
- 10 (a) To maintain utilization records of all state-owned,
- 11 state-occupied, and vacant facilities;
- 12 (b) To coordinate comprehensive capital facilities
- 13 planning;
- 14 (c) To define and review program statements based on
- 15 space utilization standards;
- 16 (d) To prepare or review planning and construction
- 17 documents;
- 18 (e) To develop and maintain time-cost schedules for
- 19 capital construction projects;
- 20 (f) To assist the Governor and the Legislative Fiscal
- 21 Analyst in the preparation of the capital construction budget
- 22 recommendations;
- 23 (g) To maintain a complete inventory of all state-owned,
- 24 state-occupied, and vacant sites and structures and to review the
- 25 proposals for naming such sites and structures;
- 26 (h) To determine space needs of all state agencies and
- 27 establish space-allocation standards; and
- 28 (i) To cause a state comprehensive capital facilities

- 1 plan to be developed.
- 2 (3) Facilities construction shall include the following
- 3 powers and duties:
- 4 (a) To maintain close contact with and inspections of
- 5 each project so as to assure execution of time-cost schedules and
- 6 efficient contract performance if such project's total design and
- 7 construction cost is more than fifty thousand dollars;
- 8 (b) To perform final acceptance inspections and
- 9 evaluations; and
- 10 (c) To coordinate all change or modification orders and
- 11 progress payment orders.
- 12 (4) Facilities administration shall include the following
- 13 powers and duties:
- 14 (a) To serve as state leasing administrator or agent for
- 15 all facilities to be leased for use by the state and for all
- 16 state-owned facilities to be rented to state agencies or other
- 17 parties subject to section 81-1108.22. The division shall remit
- 18 the proceeds from any rentals of state-owned facilities to the
- 19 State Treasurer for credit to the State Building Revolving Fund and
- 20 the State Building Renewal Assessment Fund;
- 21 (b) To provide all maintenance, repairs, custodial
- 22 duties, security, and administration for all buildings and grounds
- 23 owned or leased by the State of Nebraska except as provided in
- 24 subsection (5) of this section;
- (c) To procure and manage office space and assign the
- 26 remaining office space after the Executive Board of the Legislative
- 27 Council has made its determination pursuant to subsection (1) of
- 28 section 81-1108.21;

1 (d) To be responsible for adequate parking and the

- 2 designation of parking stalls or spaces, including access aisles,
- 3 in offstreet parking facilities for the exclusive use of
- 4 handicapped or disabled or temporarily handicapped or disabled
- 5 persons pursuant to section 18-1737;
- 6 (e) To ensure that all state-owned, state-occupied, and
- 7 vacant facilities are maintained or utilized to their maximum
- 8 capacity or to dispose of such facilities through lease, sale, or
- 9 demolition;
- 10 (f) To report annually to the Appropriations Committee
- 11 and the Committee on Building Maintenance regarding the amount of
- 12 property leased by the state and the availability of state-owned
- 13 property for the needs of state agencies;
- 14 (g) To report monthly time-cost data on projects to the
- 15 Governor and the Clerk of the Legislature;
- 16 <del>(g)</del> (h) To administer the State Emergency Capital
- 17 Construction Contingency Fund;
- 18 (h) (i) To submit status reports to the Governor and the
- 19 Legislative Fiscal Analyst after each quarter of a construction
- 20 project is completed detailing change orders and expenditures to
- 21 date. Such reports shall be required on all projects costing five
- 22 hundred thousand dollars or more and on such other projects as may
- 23 be designated by the division; and
- 24 (i) (j) To submit a final report on each project to the
- 25 Governor and the Legislative Fiscal Analyst. Such report shall
- 26 include, but not be limited to, a comparison of final costs and
- 27 appropriations made for the project, change orders, and
- 28 modifications and whether the construction complied with the

1 related approved program statement. Such reports shall be required

- 2 on all projects costing five hundred thousand dollars or more and
- 3 on such other projects as may be designated by the division.
- 4 (5) Subdivisions (4)(b), (d), and (e) of this section 5 shall not apply to (a) state-owned facilities to be rented to state agencies or other parties by the University of Nebraska, the 6 7 Nebraska state colleges, the Department of Aeronautics, the 8 Department of Roads, and the Board of Educational Lands and Funds, 9 (b) buildings and grounds owned or leased for use by the University 10 of Nebraska, the Nebraska state colleges, and the Board of 11 Educational Lands and Funds, (c) buildings and grounds owned, 12 leased, or operated by the Department of Correctional Services, (d) 13 facilities to be leased for nonoffice use by the Department of 14 Roads, (e) buildings or grounds owned or leased by the Game and 15 Parks Commission if the application of such subdivisions to the 16 buildings or grounds would result in ineligibility for or repayment 17 of federal funding, (f) buildings or grounds of the state park system, state recreation areas, state historical parks, state 18 19 wildlife management areas, or state recreational trails, or (g) 20 other buildings or grounds owned or leased by the State of Nebraska 21 which are specifically exempted by the division because the 22 application of such subdivisions would result in the ineligibility 23 for federal funding or would result in hardship on an agency, 24 board, orcommission due to other exceptional or unusual 25 circumstances, except that nothing in this subdivision shall 26 prohibit the assessment of building rental depreciation charges to

tenants of facilities owned by the state and under the direct

control and maintenance of the division.

27

28

1 (6) Each member of the Legislature shall receive a copy

- 2 of the reports required by subdivisions (4)(f), (h), and (i) (g),
- 3 (i), and (j) of this section by making a request for them to the
- 4 administrator. The information on such reports shall be submitted
- 5 to the division by the agency responsible for the project.
- 6 Sec. 2. Section 81-1108.22, Reissue Revised Statutes of
- 7 Nebraska, is amended to read:
- 8 81-1108.22. (1) The division shall have the
- 9 responsibility of providing office space in leased and state-owned
- 10 buildings in the proximity of the State Capitol and in other
- 11 locations.
- 12 (2) When any board, agency, commission, or department of
- 13 the state government not otherwise specifically authorized by law
- 14 desires to use funds available for the purpose of renting office
- 15 space outside of the State Capitol, it shall submit a request to
- 16 the Director of Administrative Services. accompanied by a
- 17 certificate from the Committee on Building Maintenance that there
- 18 is no state-owned property which is adequate or which through
- 19 cost-effective renovation, as determined by the division, could be
- 20 made adequate to meet the needs of the board, agency, commission,
- 21 or department. If the director approves the lease, the terms and
- 22 location shall be approved by the director and the administrator in
- 23 writing and the leases shall be entered into and administered by
- 24 the administrator on behalf of the board, agency, commission, or
- 25 department. A copy of all such lease contracts shall be kept on
- 26 file by the state building division and shall be open to inspection
- 27 by the Legislature and the public during normal business hours.
- 28 (3) The administrator shall develop a system of charges

1 to cover basic rental, maintenance, renovations, and operation of

- 2 such leased and owned properties. The charges to state agencies,
- 3 boards, commissions, or departments of state government shall be
- 4 paid from funds available for the purpose of renting space on a
- 5 regular basis and placed, as applicable, in the State Building
- 6 Revolving Fund, which fund is hereby created, and the State
- 7 Building Renewal Assessment Fund. The administrator shall make
- 8 payments for basic rentals, renovations, and maintenance and
- 9 operational costs of all leased and owned buildings from the State
- 10 Building Revolving Fund.
- 11 (4) The charges for such leased and owned properties
- 12 shall only be adjusted by the administrator on July 1. Prior to
- 13 any adjustment in the system of charges, the Department of
- 14 Administrative Services, on or before December 1 of the year
- 15 preceding the effective date of such adjustment, shall provide
- 16 written notification to the Committee on Building Maintenance, the
- 17 Clerk of the Legislature, and the Legislative Fiscal Analyst of the
- 18 proposed adjustment to the system of charges.
- 19 (5) Commencing on April 18, 1992, all leases of real
- 20 property entered into by any state agency, board, commission, or
- 21 department shall be subject to this section. Leases held by a
- 22 state agency, board, commission, or department on such date shall
- 23 be valid until the lease contract is terminated or is subject to
- 24 renewal. The division shall monitor all such leases and determine
- 25 when the lease is subject to renewal. Once the determination is
- 26 made, the division shall cancel the lease as of the renewal date
- 27 and shall treat the need of the agency, board, commission, or
- 28 department as an original request for space and subject to this

1 section. This subsection shall not apply to (a) state-owned

- 2 facilities to be rented to state agencies or other parties by the
- 3 University of Nebraska, the Nebraska state colleges, the Department
- 4 of Aeronautics, the Department of Roads, and the Board of
- 5 Educational Lands and Funds, (b) facilities to be leased for use by
- 6 the University of Nebraska, the Nebraska state colleges, and the
- 7 Board of Educational Lands and Funds, (c) facilities to be leased
- 8 for nonoffice use by the Department of Roads, or (d) facilities
- 9 controlled by the State Department of Education, which were
- 10 formerly controlled by the Nebraska School for the Visually
- 11 Handicapped, to be rented to state agencies or other parties by the
- 12 department.
- 13 Sec. 3. Original section 81-1108.22, Reissue Revised
- 14 Statutes of Nebraska, and section 81-1108.15, Revised Statutes
- 15 Supplement, 2002, are repealed.